

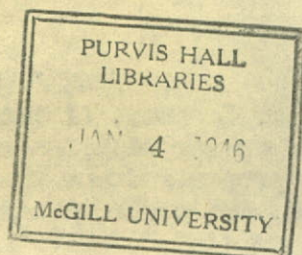
**CANADA AND DOMINION SUGAR  
COMPANY, LIMITED**  
and its Subsidiaries

CHATHAM — ONTARIO

**CONSOLIDATED  
ANNUAL STATEMENTS**

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**31st JANUARY, 1939**





## CANADA AND DOMINION SUGAR

AND ITS SUBSIDIARIES

(Incorporated Under The Dominion of Canada)

## CONSOLIDATED BALANCE SHEET, 1939

## ASSETS

## CURRENT:

|                                                                                                                                                                 |                   |                        |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------|------------------------|
| Cash on hand and in banks .....                                                                                                                                 |                   | \$ 5,535,840.30        |
| Investment in bonds issued or guaranteed by the Dominion of Canada at cost or par value (market value \$9,987,100) .....                                        | \$ 9,234,207.25   |                        |
| Interest accrued thereon .....                                                                                                                                  | <u>113,772.31</u> | 9,337,980.16           |
| Accounts receivable .....                                                                                                                                       | <u>634,411.42</u> |                        |
| Less reserve for possible credit losses .....                                                                                                                   | <u>62,000.00</u>  | 562,411.42             |
| Inventories of sugar, alcohol, by-products and supplies as determined and certified by company officials and valued at the lower of cost or market values ..... |                   | <u>2,670,215.67</u>    |
|                                                                                                                                                                 |                   | <u>\$16,157,447.55</u> |

## FIXED:

|                                                                                                                                                        |                     |              |
|--------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|--------------|
| Land, buildings, plant and equipment (as appraised by Canadian Appraisal Company, Limited, on 30th April, 1931) with subsequent additions at cost..... | \$ 3,321,205.15     |              |
| Less reserve for depreciation.....                                                                                                                     | <u>3,832,168.99</u> | 4,499,036.27 |

## PENSION FUND:

|                                                                                                         |                   |            |
|---------------------------------------------------------------------------------------------------------|-------------------|------------|
| Investment in bonds of Dominion of Canada and Province of Ontario at cost (market value \$98,687.50) .. | \$ 97,637.50      |            |
| Cash.....                                                                                               | <u>105,211.31</u> | 202,848.81 |

## OTHER ASSETS: (including loans to employee shareholders \$6,545.65).....

|                        |
|------------------------|
| <u>92,509.59</u>       |
| <u>\$20,951,952.22</u> |

## AUDITORS' REPORT

We have audited the accounts of Canada and Dominion Sugar Company, Limited, and The Canada Sugar Refining Company, Limited, for the year ending 31st January, 1939, that in our opinion the above Consolidated Balance Sheet is properly drawn up so as to show the true financial position of the companies at 31st January, 1939, according to the best of our information, the explanations given to us, and the audit made by us.

Toronto, Canada,  
17th March, 1939.



# AR COMPANY, LIMITED

ARIES

ion Companies Act)

1st JANUARY, 1939

## LIABILITIES

### CURRENT:

#### Accounts payable and accrued charges:

|                                                                        |                   |                 |
|------------------------------------------------------------------------|-------------------|-----------------|
| General.....                                                           | \$ 189,805.96     |                 |
| Dominion Government excise tax .....                                   | 212,000.45        |                 |
| Reserve for Dominion and Provincial income and corporation taxes ..... | 423,574.10        |                 |
| Dividend declared payable 1st March, 1939 .....                        | <u>532,500.00</u> | \$ 1,447,880.51 |

### RESERVES:

|                     |                   |              |
|---------------------|-------------------|--------------|
| Contingencies ..... | \$ 1,975,000.00   |              |
| Insurance .....     | <u>300,000.00</u> | 2,275,000.00 |

### PENSION FUND

202,396.81

### CAPITAL:

|                                                                                                  |                 |
|--------------------------------------------------------------------------------------------------|-----------------|
| Authorized--5,000,000 shares--no par value                                                       |                 |
| Issued-- 1,500,000 shares .....                                                                  | \$14,000,000.00 |
| Note--During the year the authorized and issued shares were divided one old for three new shares |                 |

#### DISTRIBUTABLE SURPLUS set aside on Organization of company .....

1,000,000.00

### EARNED SURPLUS

2,026,172.90 17,026,172.90

\$20,951,952.22

Approved on behalf of the Board

C.H.Houson, Director

W.J.McGregor, Director

TO THE SHAREHOLDERS

its subsidiaries, Montreal Products Company, Limited, Dominion Sugar Company, Limited, 9, and have received all the information and explanations we have required. We report to exhibit a true and correct view of the state of the combined companies' affairs at us and as shown by the books of the companies.

CLARKSON, GORDON, DILWORTH, AND NASH,

Chartered Accountants.



CANADA AND DOMINION SUGAR COMPANY, LIMITED  
AND ITS SUBSIDIARIES

CONSOLIDATED STATEMENT OF INCOME AND EXPENDITURE

For Year Ending 31st January, 1939

|                                                                          |                 |                               |
|--------------------------------------------------------------------------|-----------------|-------------------------------|
| Net operating profit after all charges .....                             |                 | \$ 2,007,797.65               |
| Add:                                                                     |                 |                               |
| Interest on investments .....                                            | \$ 373,525.00   |                               |
| Profit on disposal of fixed assets (net) .....                           | <u>1,443.91</u> | <u>374,968.91</u>             |
|                                                                          |                 | \$ 2,382,756.56               |
| Deduct reserve for Dominion and Provincial income taxes .....            |                 | <u>407,500.00</u>             |
| Net profit for year carried to consolidated earned surplus account ..... |                 | <u><u>\$ 1,975,256.56</u></u> |

Note:

The net profits shown above are after charging the following:

|                                                                |               |
|----------------------------------------------------------------|---------------|
| Depreciation .....                                             | \$ 425,900.32 |
| Directors' fees .....                                          | 16,800.00     |
| Remuneration of executive officers' and solicitors' fees ..... | 81,128.26     |

CONSOLIDATED EARNED SURPLUS ACCOUNT

31st January, 1939

|                                                                                                                                                                                      |                     |                               |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|-------------------------------|
| Balance 31st January, 1938 .....                                                                                                                                                     |                     | \$ 2,713,416.34               |
| Profit for year ending 31st January, 1939, after all charges including provision for income taxes .....                                                                              | \$ 1,975,256.56     |                               |
| Less reserved for pensions .....                                                                                                                                                     | <u>100,000.00</u>   | <u>1,875,256.56</u>           |
|                                                                                                                                                                                      |                     | \$ 4,588,672.90               |
| Deduct--Dividends:                                                                                                                                                                   |                     |                               |
| Two dividends of 37½¢ each per share and one dividend of \$1 per share on 500,000 shares outstanding before subdivision into 1,500,000 shares .....                                  | \$ 875,000.00       |                               |
| One dividend of 12½¢ per share, one dividend of 25¢ per share and two dividends of 37½¢ each per share (one of which is not payable until 1st March, 1939) on 1,500,000 shares ..... | <u>1,687,500.00</u> | <u>2,562,500.00</u>           |
| Balance 31st January, 1939 .....                                                                                                                                                     |                     | <u><u>\$ 2,026,172.90</u></u> |